



**MINUTES OF THE REGULAR MEETING
OF THE
PENSION BOARD OF THE CITY OF ALAMEDA
HELD 4:30 P.M., JULY 25, 2011
ALAMEDA CITY HALL
2263 SANTA CLARA AVENUE, ALAMEDA
CONFERENCE ROOM 391**

1. The meeting was called to order by Chair Marie Gilmore at 4:34 p.m.

2. **ROLL CALL:**

Present: Chair Marie Gilmore Trustees: Robert Follrath, William Soderlund,
Nancy Elzig and Karen Willis.

Staff: Fred Marsh, Controller, Finance and Lelia Faapouli, Administrative
Technician III, Human Resources

3. **MINUTES:**

The minutes of the Regular Meeting of April 25, 2011 were moved for approval
by Member Follrath and seconded by Member Soderlund. Passed 5-0

4. **AGENDA ITEMS:**

- 4-A. Pension Payroll and Financial Reports – Quarter Ending June 30, 2011
and City of Alameda Police & Fire Pension Funds Financial Reports For
the Period Ending June 30, 2011 from Fred Marsh, Controller.

Mr. Marsh noted an error on the date of the agenda for the July 25, 2011
meeting. The "Pension Payroll and Financial Reports – Quarter Ending
June 31, 2011" should be June 30, 2011. He also noted that the "City of
Alameda Police & Fire Pension Funds Financial Reports For the Period
Ending June 30, 2011" report had an error in the middle of the report. He
stated that the Preliminary Results of Operations for six months ending
December 31, 2010 should not be shown in this report. Mr. Marsh then
reviewed the entire report with the Board and stated that the 1079 and
1082 amounts will be adjusted at the year end.

Member Elzig moved to accept the report with the noted corrections,
which was seconded by Member Follrath. Passed 5-0.

6. ORAL COMMUNICATIONS, NON-AGENDA (PUBLIC COMMENT)

There were no oral communications.

7. PENSION BOARD COMMUNICATIONS (COMMUNICATIONS FROM BOARD)

Member Follrath asked if the Pension Board was going to be advised on the new Fire and Police pension plan changes. Member and Secretary to the Board Willis explained that safety employees under the new Memorandum of Understandings that were recently adopted will be contributing an additional 2% toward their PERS pensions which is technically a part of the employer's contribution to PERS. This means that safety employees will go from contributing 9% to 11% of their earnings to their pension.

The changes made to the retiree health care benefit are that current safety employees must be employed with the City at least five years to be eligible and will be reimbursed at either the Kaiser or Blue Shield rates for up to the two party rate. Safety employees hired after June 7, 2011, must work at least ten years to be eligible and will be reimbursed at either the Kaiser or Blue Shield rate at the single party rate only.

Member and Secretary to the Board Willis went on to explain that these are structural changes that needed to be made in order for these benefits to be sustainable in the future. She pointed out that these changes do not in any way impact current retirees and do not impact either the 1079 or 1082 pension plans.

8. ADJOURNMENT:

There being no further business to come before the board, the meeting was adjourned at 4:50 p.m.

Respectfully submitted,

Karen Willis, Human Resources Director
and Secretary to the Pension Board